
Manitoba 

Annual Report
1999 - 00

**Manitoba
Centennial Centre
Corporation**

For the Year ended March 31, 2000

THE MANITOBA CENTENNIAL CENTRE CORPORATIONANNUAL REPORTFor the Year ended March 31, 2000I N D E X

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Management's Reporting Responsibility
Auditors' Report and Financial Statements
for the Year ended March 31, 2000

THE MANITOBA CENTENNIAL CENTRE CORPORATION

ANNUAL REPORT

For the Year Ended March 31, 2000.

BOARD OF DIRECTORS

<u>Chairman</u>	-	(vacant) (1)
<u>Vice-chairman</u>	-	Mrs. Helen K. Steinkopf
<u>Members</u>	-	Mr. Leonard J. Dalman
	-	Ms. Judith E. Godfrey
	-	Mrs. Hilda Hildebrand
	-	Mr. Chrys W. Iwanchuk
	-	Mrs. Shirley A. McDonald
	-	Mr. Roy B. Read
	-	Mr. Norbert Schuster
	-	Ms. Motria U. Skocen
	-	Mrs. Libby R. Zivot

Note: (1) Mr. Benson resigned December 8, 1998

ADMINISTRATION

<u>Executive Director</u>	-	Mr. John C. Walton
<u>Controller</u>	-	Mr. J. Frank Derin
<u>Property Manager</u>	-	Mr. Edward A. Solinske
<u>Plant Services Supervisor</u>	-	Mr. Norbert Schuster
<u>Building Services Supervisor</u>	-	Mr. David G. Peters
<u>Manager - Concert Hall</u>	-	Mr. Dennis L. Perko
<u>House Manager - Concert Hall</u>	-	Mr. Martin G. Kull

THE MANITOBA CENTENNIAL CENTRE CORPORATION

ANNUAL REPORT

For the Year Ended March 31, 2000

During the 1999/2000 fiscal year, the Board of Directors met on nine occasions.

Organization and Administration

The organizational and administrative structure of the Corporation follows the pattern established in prior years.

The Corporation's activity includes the administration of the Centennial Concert Hall and its related services as well as the maintenance and development of the buildings and properties of the Centennial Centre. In addition to the Concert Hall, the Centre includes: The Manitoba Museum of Man and Nature, the Planetarium, the Manitoba Theatre Centre, the Warehouse Theatre, the Artspace building, three surface parking lots, an underground parkade and 11 Lily Street.

Operations

The operating program continues to strive for a high standard of building services and maintenance. Preventative plant maintenance programs are on-going and new programs for better services and cost effectiveness, particularly in areas involving energy costs, are emphasized wherever possible. Liaison with various departments and agencies of the provincial government continues to assist in the operation of the Centre.

Centennial Concert Hall

Utilization of the Concert Hall continues to be extensive. In this fiscal year there were 199 performances. This represents an increase from the previous year in which there were 189 events. Even this increased number, however, represents a decrease from the pattern of earlier years. This occurs as a result of several industry-related factors. Firstly there was an industry-wide slip in touring activity. Secondly, we fell victim to the perennial touring dilemma of not having dates available which suited the existing touring schedules. A comparative schedule of events and attendance figures is attached to this report.

Other Activities of the Centre

In addition to the activities related to the Concert Hall, the Centre features a variety of programs and presentations in the visual and performing arts. While these are served by the Corporation, they are reported on by the organizations responsible for their administration (Museum of Man & Nature, Manitoba Theatre Centre, etc.).

Capital Program

During the year, a total of \$1,061,774 was expended on capital projects which were totally financed from capital grants from the Province of Manitoba. A summary outlining the capital program is included in the attached financial statements.

The Manitoba Centennial Foundation of the Future Fund

As described in previous reports, the Foundation was established by the Centennial Corporation in 1969 with \$10 being allocated for each child born on the six specified Manitoba Centennial days during 1970. There were 305 children born on these days and therefore the Foundation began with \$3,050. As indicated in the notes of the attached financial statements, the Fund at March 31, 2000 amounted to \$49,088.

Financial Administration

The report of the Provincial Auditor, along with the accompanying financial statements, is attached to this report. Some highlights from the financial operations include:

- Expenditures exceeded revenues, grant and recoveries by \$263,271.
- Operating revenues decreased by \$26,989 or approximately 2.2%
- The operating grant for the year was approved by the Province of Manitoba in the amount of \$2,439,800.
- The increase in overall operating costs, net of pension expense, totals \$276,317 (a 7.4% increase). The following items account for some of the changes:
 - Salaries and Employee Benefits
 - increased from \$2,385,400 to \$2,509,800 or \$124,400 - 5.2%

A breakdown of these costs reveals the following:

	<u>1999/2000</u>	<u>1998/99</u>	<u>Increase (Decrease)</u>	<u>%</u>
Salaries	\$2,108,800	\$2,053,200	\$ 55,600	2.7
Severance	\$ 21,900	\$ 0	\$ 21,900	100
Employee Benefits	\$ <u>379,100</u>	\$ <u>332,200</u>	\$ <u>46,900</u>	14.1
TOTALS	\$2,509,800	\$2,385,400	\$124,400	5.2

The category "employee benefits" includes the employer share of pension costs, Canada Pension, employment insurance and group life premiums, dental, vision care and long term disability coverage

Utilities

- increased from \$820,600 to \$871,500 or \$50,900 - 6.2% being the result of increased rates and consumption.

The foregoing two items constitute 83.9% of operating costs, net of pension expense. (salaries and benefits 62.3% and utilities 21.6%).

A count of staff numbers is separately summarized. Staffing levels are being reduced in accordance with the Corporation's efforts to reduce operating expenses.

**MANITOBA CENTENNIAL CENTRE CORPORATION
CONCERT HALL**

MONTHLY COUNT OF PERFORMANCES AND ATTENDANCE — LAST FIVE YEARS

	<u>1995/96</u>		<u>1996/97</u>		<u>1997/98</u>		<u>1998/99</u>		<u>1999/00</u>	
	<u>Perf.</u>	<u>Attend.</u>	<u>Perf.</u>	<u>Attend.</u>	<u>Perf.</u>	<u>Attend.</u>	<u>Perf.</u>	<u>Attend.</u>	<u>Perf.</u>	<u>Attend.</u>
April	20	25,065	19	23,716	16	20,329	15	17,495	24	24,066
May	21	21,707	27	36,696	22	30,885	21	26,817	20	25,725
June	10	12,390	16	25,324	16	16,906	10	13,690	20	26,407
July	0	0	9	14,432	7	7,766	1	1805	5	9,344
August	18	28,652	8	6,061	10	14,387	11	13,649	6	3,810
September	17	23,956	12	11,516	15	18,615	7	8,718	8	8,139
October	24	26,150	22	22,705	19	22,342	24	36,041	25	38,637
November	21	28,481	17	21,650	18	19,468	25	25,938	16	22,563
December	19	31,055	19	28,974	22	27,158	24	35,085	22	35,098
January	18	21,664	18	20,603	19	23,355	14	19,167	16	7,660
February	18	26,321	13	12,376	19	26,616	16	18,033	16	3,690
March	<u>22</u>	<u>22,833</u>	<u>26</u>	<u>34,978</u>	<u>22</u>	<u>28,212</u>	<u>21</u>	<u>29,414</u>	<u>21</u>	<u>28,640</u>
	<u>208</u>	<u>268,274</u>	<u>206</u>	<u>259,031</u>	<u>205</u>	<u>256,039</u>	<u>189</u>	<u>244,187</u>	<u>199</u>	<u>253,779</u>

ANNUAL COUNT OF PERFORMANCES AND ATTENDANCE

<u>Year</u>	<u>Performances</u>	<u>Attendance</u>	<u>Year</u>	<u>Performances</u>	<u>Attendance</u>
1968-69	192	329,522	1984-85	250	323,014
1969-70	200	298,529	1985-86	247	302,383
1970-71	275	360,958	1986-87	235	301,452
1971-72	249	370,633	1987-88	244	332,184
1972-73	270	430,077	1988-89	262	318,421
1973-74	290	444,759	1989-90	269	382,873
1974-75	299	438,088	1990-91	243	310,145
1975-76	289	415,532	1991-92	259	377,987
1976-77	256	354,172	1992-93	236	290,328
1977-78	265	359,297	1993-94	277	377,018
1978-79	263	338,216	1994-95	209	268,688
1979-80	238	307,063	1995-96	208	268,274
1980-81	270	372,498	1996-97	206	259,031
1981-82	277	346,588	1997-98	205	256,039
1982-83	256	336,821	1998-99	189	244,187
1983-84	254	350,579	1999-00	199	253,779

THE MANITOBA CENTENNIAL CENTRE CORPORATION

Summary of Staff

For the Year ended March 31, 2000

(Compared to the Previous Nine Years)

	1990/91 Total	1991/92 Total	1992/93 Total	1993/94 Total	1994/95 Total	1995/96 Total	1996/97 Total	1997/98 Total	1998/99		1999/00	
									Full-time	Part-time	Full-time	Part-time
<u>Operating Staff</u> (Equivalent Full-time)												
Administration	7.8	7.8	7.8	7.7	7.7	7.8	7.6	7.6	6.0	1.6	6.0	1.6
Front of House	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	-	2.0	-
Stage Operations	3.8	3.9	3.9	4.3	4.4	3.6	3.8	3.7	3.0	0.7	3.0	0.8
Building Services	32.3	28.9	28.4	28.6	27.6	26.7	26.3	22.6	18.6	3.4	18.2	2.9
Plant Maintenance	10.3	10.0	10.0	10.0	10.0	9.7	10.0	10.0	10.0	-	10.9	-
Security & Parking	19.6	19.1	18.8	18.7	18.1	18.2	18.2	18.2	15.4	2.4	15.4	2.7
Totals	75.8	71.7	70.9	71.3	69.8	68.0	67.9	64.1	55.0	8.1	55.5	8.0

Concert Hall Front of House

(Part-time Staff Numbers)

Hosts	85.0	80.0	75.0	83.0	83.0	72.0	72.0	72.0	35.0	35.0
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MANITOBA CENTENNIAL CENTRE CORPORATION

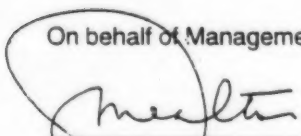
MANAGEMENT REPORT

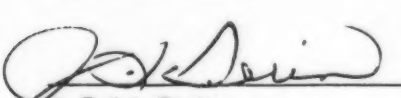
The accompanying financial statements of the Manitoba Centennial Centre Corporation are the responsibility of management and have been prepared in accordance with generally accepted accounting principles. These principles have been applied on a basis consistent with that of the preceding year. In management's opinion, the financial statements have been properly prepared within reasonable limits of materiality, incorporating management's best judgment regarding all necessary estimates and all other data available up to June 6, 2000.

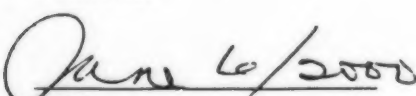
Management maintains internal controls to provide reasonable assurance of the reliability and accuracy of the financial information and that the assets of the Manitoba Centennial Centre Corporation are properly safeguarded.

The responsibility of the Provincial Auditor is to express an independent, professional opinion on whether the financial statements of the Manitoba Centennial Centre Corporation are fairly presented in accordance with generally accepted accounting principles. The Auditors' Report outlines the scope of the audit examination and provides the audit opinion.

On behalf of Management



John C. Walton
Executive Director

J. Frank Derin
Controller

Date



Office of the Provincial Auditor

500 - 330 Portage Avenue
Winnipeg, Manitoba
CANADA R3C 0C4

AUDITORS' REPORT

To the Legislative Assembly of Manitoba

We have audited the balance sheet of The Manitoba Centennial Centre Corporation as at March 31, 2000 and the statement of revenues and expenditures and deficit - general fund, the statement of cash flows - general fund and the statement of capital projects for the year then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 2000 and the results of its operations and its cash flows for the year then ended in accordance with generally accepted accounting principles.

Winnipeg, Manitoba
June 6, 2000

David Petrie, CA
for the Provincial Auditor

THE MANITOBA CENTENNIAL CENTRE CORPORATION
BALANCE SHEET
As at March 31, 2000

	<u>2000</u>	<u>1999</u>
<u>ASSETS</u>		
GENERAL FUND		
Current Assets		
Cash	\$ 124,867	\$ 96,273
Term deposits - Province of Manitoba	25,662	105,081
Accounts receivable	259,510	294,012
Capital grants recoverable - Province of Manitoba	103,626	14,054
Inventory	19,897	-
Prepaid expenses	<u>15,598</u>	<u>17,456</u>
	<u>549,160</u>	<u>526,876</u>
Non-Current Assets		
Accounts receivable	-	13,204
Accounts receivable - Province of Manitoba (Note 4)	307,561	307,561
Accounts receivable - Province of Manitoba (Note 5)	<u>3,623,000</u>	<u>3,410,700</u>
	<u>3,930,561</u>	<u>3,731,465</u>
RESTRICTED FUNDS (Note 6)		
Current Assets		
The Maitland Steinkopf Youth Fund		
Term deposit - Province of Manitoba	65,412	64,820
The Manitoba Centennial Foundation of the Future Fund		
Term deposit - Province of Manitoba	<u>49,088</u>	<u>46,151</u>
	<u>114,500</u>	<u>110,971</u>
	<u>\$ 4,594,221</u>	<u>\$ 4,369,312</u>
<u>LIABILITIES AND FUNDS RETAINED (DEFICIT)</u>		
GENERAL FUND		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 376,028	\$ 390,576
Accrued vacation pay	194,274	200,767
Capital advances (Note 7)	385,363	91,540
Deferred income and rental deposits	<u>4,650</u>	<u>7,767</u>
	<u>960,315</u>	<u>690,650</u>
Non-Current Liabilities		
Accrued severance pay (Note 4)	337,404	334,718
Pension liability (Note 5)	3,623,000	3,410,700
Provision for deductible costs on insurance claims (Note 8)	<u>15,000</u>	<u>15,000</u>
	<u>3,975,404</u>	<u>3,760,418</u>
Total Liabilities	4,935,719	4,451,068
Deficit	(<u>455,998</u>)	(<u>192,727</u>)
	<u>4,479,721</u>	<u>4,258,341</u>
RESTRICTED FUNDS (Note 6)		
Funds Retained		
The Maitland Steinkopf Youth Fund	65,412	64,820
The Manitoba Centennial Foundation of the Future Fund	<u>49,088</u>	<u>46,151</u>
	<u>114,500</u>	<u>110,971</u>
	<u>\$ 4,594,221</u>	<u>\$ 4,369,312</u>
Commitments (Note 7)		
Contingent liability (Note 9)		

The accompanying notes are an integral component of these financial statements.

THE MANITOBA CENTENNIAL CENTRE CORPORATION
STATEMENT OF REVENUES AND EXPENDITURES AND DEFICIT - GENERAL FUND
For the year ended March 31, 2000

	<u>2000</u>	<u>1999</u>
Revenues		
Rentals		
Concert Hall	\$ 620,003	\$ 627,279
Sustaining fees	142,885	130,796
Office space	23,051	22,120
Restaurant facilities	1,584	-
Bar and concession sales	19,290	76,565
Event bar income	27,718	32,260
Administration fees	20,004	20,003
Parking fees	457,264	430,315
Checkroom fees	14,935	20,078
Program income	10,558	9,250
Investment income	7,846	11,976
Miscellaneous income	<u>4,046</u>	<u>3,481</u>
	<u>1,349,184</u>	<u>1,384,123</u>
Province of Manitoba grant		
Operating	2,439,800	2,387,800
Pension (Note 5)	<u>212,300</u>	(<u>100,100</u>)
	<u>2,652,100</u>	<u>2,287,700</u>
Recoveries of expenditures	<u>145,545</u>	<u>143,715</u>
Total revenues, grant and recoveries	<u>4,146,829</u>	<u>3,815,538</u>
Expenditures		
Administration and general	406,747	381,528
Bar and concession operations	19,954	48,453
Building services and maintenance	1,077,602	994,770
Host services and special projects	197,349	183,058
Parking services	244,010	223,825
Pension (Note 5)	212,300	(<u>100,100</u>)
Security services	407,147	390,318
Stage operations	<u>298,162</u>	<u>253,351</u>
	2,863,271	2,375,203
Expenditures incurred on behalf of the Manitoba Museum of Man and Nature (Note 11)	<u>1,380,920</u>	<u>1,280,271</u>
Total expenditures - per schedule	4,244,191	3,655,474
Rent subsidy (Note 10)	<u>165,909</u>	<u>173,859</u>
Total expenditures	<u>4,410,100</u>	<u>3,829,333</u>
Deficiency of revenues over expenditures	(263,271)	(13,795)
Deficit, beginning of year	(<u>192,727</u>)	(<u>178,932</u>)
Deficit, end of year	\$ (<u>455,998</u>)	\$ (<u>192,727</u>)

The accompanying notes are an integral component of these financial statements.

THE MANITOBA CENTENNIAL CENTRE CORPORATION
STATEMENT OF CASH FLOWS - GENERAL FUND
For the year ended March 31, 2000

	<u>2000</u>	<u>1999</u>
Cash provided by (used for)		
Cash flows from operating activities		
Deficiency of revenues over expenditures for the year	\$ (263,271)	\$ (13,795)
Changes in non-cash working capital items		
Current accounts receivable	34,502	(82,071)
Inventory	(19,897)	14,736
Prepaid expenses	1,858	(2,874)
Loan receivable	-	9,982
Accounts payable and accrued liabilities	(29,111)	(55,956)
Accrued vacation pay	(6,493)	15,100
Deferred income and rental deposits	(3,117)	(10,349)
Loan payable	-	(9,982)
Non-current accounts receivable	13,204	(13,204)
Accrued severance pay	<u>2,686</u>	<u>27,157</u>
	(<u>269,639</u>)	(<u>121,256</u>)
Cash flows from investing and financing activities		
Capital grants - Province of Manitoba	1,266,025	1,683,467
Capital expenditures	(<u>1,047,211</u>)	(<u>1,600,480</u>)
	<u>218,814</u>	<u>82,987</u>
Decrease in cash and cash equivalents during the year	(50,825)	(38,269)
Cash and cash equivalents, beginning of year	<u>201,354</u>	<u>239,623</u>
Cash and cash equivalents, end of year	\$ <u><u>150,529</u></u>	\$ <u><u>201,354</u></u>
Represented by:		
Cash	\$ 124,867	\$ 96,273
Term deposits - Province of Manitoba	<u>25,662</u>	<u>105,081</u>
	\$ <u><u>150,529</u></u>	\$ <u><u>201,354</u></u>

The accompanying notes are an integral component of these financial statements.

THE MANITOBA CENTENNIAL CENTRE CORPORATION
STATEMENT OF CAPITAL PROJECTS
For the year ended March 31, 2000

	<u>2000</u>	<u>1999</u>
Capital expenditures		
Air handling - Museum	\$ -	\$ 125,000
Boiler	5,109	273,321
Building envelope - Museum	803,074	739,434
Chandeliers	-	10,000
Concert Hall refurbishment	24,011	34,965
Courtyard stairs and fountain	14,761	67,564
Electrical/mechanical maintenance	43,174	50,134
Equipment and furnishings	1,976	61,611
Exterior lighting	39,243	927
Fire pump emergency power	50,508	-
Hardware/keys/doors	4,315	1,720
H.V.A.C. upgrade	6,500	2,000
Landscaping	8,586	4,735
Mechanical room access	-	45,087
Parking development	-	10,000
Stage floor/supplies	-	5,000
Stage lighting	10,932	69,998
Stage and rigging	27,272	60,236
Stage sound	12,331	22,342
Systems motor controls	<u>9,982</u>	<u>6,458</u>
	<u>1,061,774</u>	<u>1,590,532</u>
Capital grants - Province of Manitoba		
Received during the year	(<u>958,148</u>)	(<u>1,576,478</u>)
Recoverable	\$ <u><u>103,626</u></u>	\$ <u><u>14,054</u></u>

Capital commitments (Note 7)

The accompanying notes are an integral component of these financial statements.

THE MANITOBA CENTENNIAL CENTRE CORPORATION
NOTES TO FINANCIAL STATEMENTS
For the year ended March 31, 2000

1. Nature of the Corporation's Operations

The Centennial Centre Corporation was established in 1968 for the development and management of the permanent arts centre in the City of Winnipeg as the principal memorial in the Province to the centennial anniversaries of the Confederation of Canada and the inclusion of Manitoba as a Province. Its aims and objectives are to maintain and enhance the properties and facilities available to organizations and individuals involved in various elements of the visual and performing arts.

2. Properties of the Centre

The Corporation oversees the properties of the Centre on behalf of the Province of Manitoba. At March 31, 2000 registered titles to these properties, being the Concert Hall, parkade, parking lots and other buildings, are held by the Province of Manitoba. These properties are made available at no direct charge to the Corporation. Costs incurred by the Province of Manitoba are accounted for by the Centre in the Statement of Capital Projects.

3. Accounting Policies

- (a) The Corporation's financial statements have been prepared on a fund basis, using generally accepted accounting principles. The general fund is used to account for the operations of the Centre. The restricted funds, which are the Maitland Steinkopf Youth Fund and the Manitoba Centennial Foundation of the Future Fund, are described in note 6.
- (b) Pension payments are recognized as operating expenditures as payments are made under provisions of The Manitoba Civil Service Superannuation Act. The provisions of this Act require the Corporation to contribute 50% of the pension payments being made to retired employees. In addition, a provision has been recorded in the accounts of the Corporation for current and past service obligations to the Civil Service Superannuation Fund as indicated in note 5.
- (c) The Corporation rents the concert hall to certain entities at a reduced rental rate. It is Corporation policy to record rental revenue at the standard rental rate and reflect the reduction as a subsidy expense in the Statement of Revenues and Expenditures.
- (d) Investments are recorded at cost plus accrued interest.
- (e) Inventory is valued at the lower of cost, using the first in first out method, and net realizable value.

THE MANITOBA CENTENNIAL CENTRE CORPORATION
NOTES TO FINANCIAL STATEMENTS
For the year ended March 31, 2000

4. Severance Pay Benefits

Effective April 1, 1998, the Corporation commenced recording the estimated liability for accumulated severance pay benefits for its employees. The amount of this estimated liability is determined using the method of calculation set by the Province of Manitoba.

Severance pay, at the employee's date of retirement, will be determined by multiplying the eligible employee's years of service (to a maximum of 15 years) by the employee's weekly salary at the date of retirement. Eligibility will require that the employee has achieved a minimum of nine years of service and that the employee is retiring from the Corporation.

The Province of Manitoba has accepted responsibility for the severance pay benefits accumulated to March 31, 1998 by the Corporation's employee. Accordingly, the Corporation recorded, effective April 1, 1998, a receivable of \$307,561 from the Province of Manitoba, which is an amount that is equal to the estimated liability for accumulated severance pay benefits at March 31, 1998.

This receivable from the Province of Manitoba has no terms of repayment and, accordingly, the amount of the receivable will remain fixed at \$307,561.

5. Change in Accounting Policy

Effective March 31, 2000, the Corporation commenced recording the actuarial pension liability and the related pension expenditure and revenue in their financial statements. This change in accounting policy has been applied retroactively. Based on an actuarial report dated December 31, 1998, the unfunded liability for the Corporation's employees, calculated on an indexed basis, amounted to \$3,623,000 as at March 31, 2000 (1999 - \$3,410,700). For the year ended March 31, 2000, the Corporation recorded a pension liability of \$3,623,000 (1999 - \$3,410,700) and the related pension expenditure of \$212,300 (1999 - recovery of \$100,100).

The Province of Manitoba has accepted responsibility for the pension liability and the related expenditure. Accordingly, for the year ended March 31, 2000, the Corporation recorded an amount receivable from the Province of Manitoba of \$3,623,000 (1999 - \$3,410,700) and the related revenue of \$212,300 (1999 - expense of \$100,100). This receivable from the Province of Manitoba has no terms of repayment.

6. Restricted Funds

Restricted Funds established and managed by the Corporation are as follows:

(a) The Maitland Steinkopf Youth Fund

In 1972, the Corporation established the "Maitland Steinkopf Youth Fund" with an original allocation of \$25,000. The major purpose of this fund is to promote cultural opportunities for Manitoba youths at reasonable costs.

THE MANITOBA CENTENNIAL CENTRE CORPORATION
NOTES TO FINANCIAL STATEMENTS
For the year ended March 31, 2000

Summary of Transactions

	<u>2000</u>	<u>1999</u>
Investment income	\$ 3,017	\$ 3,056
Grant expenditures	<u>2,425</u>	<u>2,425</u>
Investment income over grant expenditures	592	631
Funds retained, beginning of year	<u>64,820</u>	<u>64,189</u>
Funds retained, end of year	\$ <u>65,412</u>	\$ <u>64,820</u>

(b) The Manitoba Centennial Foundation of the Future Fund

In 1969, the Corporation established the "Foundation of the Future Fund" in recognition of Manitoba's centennial year. The terms of the Foundation's establishment provide that the Board of Directors of the Foundation will be composed of children born on six special dates in the year 1970. Based on the number of children born on these dates, the Corporation allocated \$3,050 to the Fund. The Board of Directors is to meet on July 13, 2000 when the use of the Fund is to be determined.

Summary of Transactions

	<u>2000</u>	<u>1999</u>
Investment income	\$ 2,937	\$ 2,732
Funds retained, beginning of year	<u>46,151</u>	<u>43,419</u>
Funds retained, end of year	\$ <u>49,088</u>	\$ <u>46,151</u>

7. Capital Advances and Commitments

The Corporation has contractual commitments of \$420,567 (1999 - \$124,341) to complete capital improvements. This amount is fully recoverable from the Province of Manitoba. Capital funds in the amount of \$385,363 (1999 - \$91,540) were drawn in advance on projects awarded, but not completed by March 31, 2000.

8. Provision for Deductible Costs on Insurance Claims

The insurance program of the Corporation contains a deductible clause requiring the Corporation to pay the first \$5,000 on any one claim with a maximum of \$15,000 in any one year. The Corporation has set aside a provision of \$15,000 and, as long as the conditions of the insurance coverage are unchanged, it will be maintained at this level.

THE MANITOBA CENTENNIAL CENTRE CORPORATION
NOTES TO FINANCIAL STATEMENTS
For the year ended March 31, 2000

9. Contingent Liability

As at March 31, 2000, the Corporation has guaranteed bank indebtedness of Paystations Management Inc. in the amount of \$51,600 (1999 - \$64,500).

10. Rent Subsidy

The Manitoba Centennial Centre Corporation rents the concert hall to the Winnipeg Symphony Orchestra, Manitoba Opera and Royal Winnipeg Ballet. These entities receive a reduction in the standard rental charge. The cost of providing the rent subsidy to these entities is reflected as an expenditure in the Statement of Revenues and Expenditures in the amount of \$165,909 for the year ending March 31, 2000 (1999 - \$173,859).

11. Grant of Service

The Manitoba Centennial Centre Corporation incurs expenditures such as cleaning, utilities and maintenance on behalf of the Manitoba Museum of Man and Nature. These expenditures account for \$1,380,920 of the Corporation's total expenditures for the year ending March 31, 2000 (1999 - \$7,280,271).

12. Financial Instruments

The Corporation's financial instruments consist of cash, term deposits, accounts receivable and accounts payable. It is management's opinion that the Corporation is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

13. Economic Dependence

The Corporation is economically dependent on funding received from the Province of Manitoba.

14. Uncertainty Due to the Year 2000 Issue

The Year 2000 Issue arises because many computerized systems use two digits rather than four to identify a year. Date-sensitive systems may recognize the year 2000 as 1900 or some other date, resulting in errors when information using year 2000 dates is processed. In addition, similar problems may arise in some systems which use certain dates in 1999 to represent something other than a date. Although the change in date has occurred, it is not possible to conclude that all aspects of the Year 2000 Issue that may affect the Corporation, including those related to customers, suppliers, or other third parties, have been fully resolved.

15. Comparative Figures

Comparative figures for the year ended March 31, 1999 have been restated to conform with the presentation adopted for the current year.

THE MANITOBA CENTENNIAL CENTRE CORPORATION
SCHEDULE OF EXPENDITURES
For the year ended March 31, 2000

	<u>2000</u>	<u>1999</u>
Administration and general		
Salaries and employee benefits	\$ 366,749	\$ 359,021
Temporary help	15,078	-
Insurance	37,789	37,900
Telephone and fax	15,312	16,183
Printing and stationery	7,120	7,193
Audit and legal	10,948	24,978
Other	14,179	13,131
Payroll service	7,676	6,184
Bad debts	21,545	-
Health and post secondary education tax levy	<u>45,288</u>	<u>44,782</u>
	<u>541,684</u>	<u>509,372</u>
Bar and concession operations		
Salaries and employee benefits	5,683	18,376
Cost of beverages sold	5,681	27,222
Other	<u>8,590</u>	<u>2,855</u>
	<u>19,954</u>	<u>48,453</u>
Building services and maintenance		
Salaries and employee benefits	1,137,302	1,085,727
Light, power and water	547,556	529,231
Heat	323,939	291,367
Repairs, maintenance and supplies	157,942	129,476
Other	<u>110,497</u>	<u>67,897</u>
	<u>2,277,236</u>	<u>2,103,698</u>
Host services and special projects		
Salaries and employee benefits	181,801	172,312
Other	<u>15,548</u>	<u>10,746</u>
	<u>197,349</u>	<u>183,058</u>
Parking services		
Salaries and employee benefits	107,696	101,957
Agency fees and expenditures	128,663	116,660
Other	<u>7,651</u>	<u>5,208</u>
	<u>244,010</u>	<u>223,825</u>
Pension (Note 5)	<u>212,300</u>	(<u>100,100</u>)
Security services		
Salaries and employee benefits	445,767	427,644
Other	<u>7,729</u>	<u>6,173</u>
	<u>453,496</u>	<u>433,817</u>
Stage operations		
Salaries and employee benefits	264,787	220,315
Repairs, supplies and equipment	<u>33,375</u>	<u>33,036</u>
	<u>298,162</u>	<u>253,351</u>
Total expenditures	4,244,191	3,655,474
Less: Expenditures incurred on behalf of the Manitoba Museum of Man and Nature (Note 11)	<u>1,380,920</u>	<u>1,280,271</u>
Net expenditures	<u>\$ 2,863,271</u>	<u>\$ 2,375,203</u>

The accompanying notes are an integral component of these financial statements.